GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:1880
ANSWERED ON:08.03.2013
DUES RECOVERY FROM AIRLINES
Sugavanam Shri E.G.

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether public sector oil companies have to recover huge amounts for supply of Air Turbine Fuel (ATF) from various airlines;

(b) if so, the details thereof, company-wise;

(c) whether any step has been taken by the said companies to recover the dues from the defaulting airlines;

(d) if so, the details thereof; and

(e) if not, the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS (SMT. PANABAAKA LAKSHMI)

(a) & (b) Outstanding dues of public sector oil marketing companies against various airlines as on 31.12.2012, company-wise and airline-wise, is as under:

(Rs. in crore)

Name of the OMC	Name of Airline	Total outstanding including interest as on 31.12.12	Total overdue including interest as on 31.12.12	Security
IOCL	Air India	2514.97	1703.63	Nil
	Jet Airways	910.00	107.52	923.00
	Go Air	112.53	Nil	115.50
	Spice jet	91.23	Nil	95.00
BPCL	Air India	754.75	450.48	Nil
	Jet Airways	112.06	31.29	150.00
	Go Air	1.41	-	Under Arbitration
HPCL	Air India	1007.39	485.54	Nil
	Kingfisher Airlines	66.72	66.72	Corporate guarantee of Rs.200 crore

Paramount Airways 19.28 19.28 Nil

(c) to (e) In case airlines fail to pay their dues, OMCs take action for recovery of dues in line with mutually-agreed commercial terms and as per legal processes which inter alia includes placing them on 'Cash and Carry' basis, recovery of interest on overdue payments, encashing bank guarantee, seeking post dated cheques for outstanding dues and action for filing suit against defaulting airlines in the Court of law.